or in its burning and draining operations in the southern marshes, which have forced thousands to flee to neighboring States. In April 1995, the U.N. Security Council adopted resolution 986 authorizing Iraq to export limited quantities of oil (up to \$1 billion per quarter) under U.N. supervision in order to finance the purchase of food, medicine, and other humanitarian supplies. The resolution includes arrangements to ensure equitable distribution of such assistance to all the people of Iraq. The resolution also provides for the payment of compensation to victims of Iraqi aggression and for the funding of other U.N. activities with respect to Iraq. Resolution 986 was carefully crafted to address the issues raised by Iraq to justify its refusal to implement similar humanitarian resolutions adopted in 1991 (Resolutions 706 and 712), such as oil export routes and questions of national sovereignty. Nevertheless, Iraq refused to implement this humanitarian measure. This only reinforces our view that Saddam Hussein is unconcerned about the hardships suffered by the Iraqi people.

The policies and actions of the Saddam Hussein regime continue to pose an unusual and extraordinary threat to the national security and foreign policy of the United States as well as to regional peace and security. The U.N. resolutions require that the Security Council be assured of Iraq's peaceful intentions in judging its compliance with sanctions. Because of Iraq's failure to comply fully with these resolutions, the United States will continue to apply economic sanctions to deter it from threatening peace and stability in the region.

WILLIAM J. CLINTON

The White House, August 1, 1995.

Remarks on Education and an Exchange With Reporters August 3, 1995

The President. Good afternoon. I'm glad to be here today with the Vice President and Secretary Reich, Secretary Riley, Deputy Secretary Kunin, Congressman Owens, Congresswoman Pelosi, and all these distinguished education leaders.

The Secretary of Education is going to present me his draft report on the condition of education today. And since the House is about to vote on the education funding bill, I thought it was appropriate to make a brief statement

This is a critical time for American education for at least two reasons. First of all, everybody knows that the level of education and skills of our work force will determine their ability to get and keep good jobs and to have a secure future. Secondly, the number of children in our schools is once again rising. Today, one in four Americans is in school. The need for skills development is greater than ever, and the number of people who need it is larger than ever.

I have made a proposal on education which shows that you can balance the budget and fully fund education and training in a way that is good for the economy. It's good for the economy to balance the budget; it's good for the economy to invest in education. And it is what we owe to our young people and to older people who need further education and training to get better jobs.

Our balanced budget actually increases education \$41 billion over the next 7 years. The bill being voted on today in the House does exactly the reverse. It dramatically cuts education-\$36 billion. It would take 180,000 children off Head Start. It would end funding for Goals 2000, which raises standards and shrinks class size, which is terribly important. It would cut one million children who are poor out of the benefits of the Title I program. It would cut 300,000 low-income students out of Pell grants for college. It would target almost 600,000 unemployed and underemployed adults who won't be able to get job-training programs, mostly in their local community colleges, throughout this country. This is wrong. It is simply wrong.

Before this Congress, education and training have been matters of bipartisan common ground. President Bush often talked about how proud he was of increasing Head Start. This is the first time, as far as I know, in the history of the Head Start program when the Congress is poised to reduce the number of children in Head Start.

The school-to-work program is being cut. It's terribly important. There are a lot of young people who don't go to 4-year colleges who need the opportunity to get further training after high school and good jobs. And of course, what is being done to the college programs and the job training programs are simply unacceptable.

So from preschoolers to adults, this bill is a body blow to their future and a body blow to our efforts to create a high-opportunity, highwage economy, not a hard-work, low-wage economy. This is a decision today that will affect the incomes of the American people.

The biggest problem we've still got is that we've got good economic performance, but more than half of our people are having stagnant wages. This will make the problem worse. Under the guise of balancing the budget, we are consigning millions more Americans to a more limited future. It is wrong, and I certainly hope it is defeated today.

Bosnia and Croatia

Q. Mr. President, does it help to have Croatian forces engaging the Bosnian Serbs on the western edge?

The President. Well, we have—what we have cautioned the Croatians about is widening the war. We don't want to see a widening of the war. We understand their desire to relieve the

pressure on Bihac. And of course, that is a commitment the United Nations has made as well.

So we hope that whatever is done can be done without leading to a wider war. One of the prime objectives of the United States has been to try to confine the conflict to its present dimensions.

Teenage Smoking

Q. Mr. President, do you think that smoking among youth is—

The President. I think that smoking among youths should be diminished, and the Government has a responsibility there. I'm looking at what our options are, and we'll have an announcement on it before too long.

Q. So you support that idea?

Q. Is that a yes?

The President. I think—I told you what I—I think it's a terrible problem. We've got to do something about it. It's going up when it ought to be going down. If you want to lower health care costs, increase life expectancy, and broaden the quality of life for people, reducing teenage smoking is one good way to start. There's hardly anything we could do that would have a bigger impact. The question is, exactly what should we do? I've gotten some recommendations on it, and we'll have a position shortly. I just don't have an announcement to make today.

NOTE: The President spoke at 12:15 p.m. in the Cabinet Room at the White House.

Statement on Proposed Welfare Reform Legislation August 3, 1995

I strongly support the Work First bill proposed by Senators Daschle, Breaux, and Mikulski. Instead of maintaining the current welfare system, which undermines our basic values of work, responsibility, and family, this plan sends people to work so they can earn a paycheck, not a welfare check. It provides the child care people need to move from welfare to work and to enable them to stay off welfare in the first place. It holds State bureaucracies accountable for real results and rewards States for putting people to work, not just cutting people off. It

saves money by moving people to work, not by shipping the States more problems and less money. The Work First plan is real reform, and it should be the basis for a strong bipartisan bill

It is time for Congress to reach across party lines and pass real welfare reform. The American people have waited long enough.